

Message Text

CONFIDENTIAL

PAGE 01 MADRID 02623 101201Z
ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 COME-00 EB-08 INR-10 LAB-04
NSAE-00 SIL-01 AID-05 FRB-03 USIA-06 TRSE-00
XMB-02 OPIC-03 SP-02 OMB-01 PA-01 /059 W
-----055298 101204Z /10
P 101159Z MAR 78
FM AMEMBASSY MADRID
TO SECSTATE WASHDC PRIORITY 3778
INFO AMEMBASSY BONN

C O N F I D E N T I A L MADRID 02623

E.O 11652: GDS
TAGS: ELAB, SP, GW
SUBJECT: STATUS OF GERMAN DGB LOAN TO SPANISH UGT

REF: MADRID 9885-77

1. UGT INTERNATIONAL SECRETARY MANUEL SIMON GAVE LABATT FOLLOWING UPDATE MARCH 8 REGARDING STATUS OF WEST GERMAN DGB 10 MILLION DM LOAN TO THE SOCIALIST UGT. A DOUBLE-CHECK THAT DAY WITH UGT SEC GEN NICOLAS REDONDO HAD CONFIRMED THAT THE LOAN MONEY -- THOUGH LONG SINCE AGREED TO AND GUARANTEED BY THE SPANISH GOVT (REFTEL) -- WAS STILL NOT RPT NOT DEPOSITED IN THE UGT BANK ACCOUNT. "ADMINISTRATIVE GOVT RED TAPE" (FOREIGN EXCHANGE PROBLEMS, ETC.), TO SIMON'S BEST KNOWLEDGE, WAS THE CONTINUING CAUSE OF THE DELAY. HE NOTED FURTHER THAT A UGT REQUEST TO THE CENTRAL BANK FOR AN ADVANCE ON THE LOAN HAD BEEN REJECTED. (COMMENT: HOWEVER, THE UGT HAS BEEN ABLE TO SECURE PRIVATE BANK LOANS BASED ON THE GOOD COLLATERAL PROVIDED BY THE GERMAN LOAN.)

2. AS HE HAD ON EARLIER OCCASIONS, SIMON EMPHASIZED THAT THE DELAY WAS ON THE SPANISH NOT THE WEST GERMAN
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 MADRID 02623 101201Z

SIDE. THE UGT KNEW FROM ITS DGB CONTACTS THAT GERMAN BANK OFFICIALS WERE PREPARED TO MAKE THE MONEY AVAILABLE THE MOMENT THE SPANIARDS GAVE THEM THE GREEN LIGHT.
STABLER

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LOANS, GOVERNMENT DEBTS, DEBT REPAYMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 10 mar 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978MADRID02623
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D780107-1230
Format: TEL
From: MADRID
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780383/aaaacses.tel
Line Count: 59
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: a1a8acc9-c288-dd11-92da-001cc4696bcc
Office: ACTION EUR
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 78 MADRID 9885
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 24 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3374856
Secure: OPEN
Status: NATIVE
Subject: STATUS OF GERMAN DGB LOAN TO SPANISH UGT
TAGS: ELAB, SP, GE
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/a1a8acc9-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014